

THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:) Chapter 11
)
W.R. GRACE & CO., et al.,) Case No. 01-01139 (JKF)
)
) (Jointly Administered)
Debtors.)

Objections Due: 1/4/10 @ 4⁰⁰pm

**EIGHTY-FIRST APPLICATION OF BLACKSTONE ADVISORY PARTNERS L.P.
AS FINANCIAL ADVISORY TO W.R. GRACE & CO. AND AFFILIATES FOR
COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED
FOR THE PERIOD OF AUGUST 1, 2009 THROUGH AUGUST 31, 2009**

Name of Applicant: Blackstone Advisory Partners L.P. (formerly,
Blackstone Advisory Services L.P.)

Authorized to Provide
Professional Services to: Debtors

Date of Retention Order: June 22, 2001, effective April 2, 2001

Period for which compensation and
reimbursement is sought: August 1, 2009 through August 31, 2009

Amount of Compensation	<u>Total</u>	<u>(Holdback @ 20%)</u>
sought as actual, reasonable and necessary:	\$175,000.00	(\$35,000.00)

Amount of Expense Reimbursement	
sought as actual, reasonable and necessary:	\$2,367.44

Amount of Cash Payment Sought:	\$142,367.44
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This is a x monthly ___ interim ___ final application

Summary of Monthly Applications:

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
07/31/01	04/02/01 – 06/30/01	\$519,166.66	7,663.95	\$519,166.66	7,663.95	\$--	\$--
08/24/01	07/01/01 – 07/31/01	175,000.00	3,504.53	175,000.00	3,504.53	--	--
10/16/01	08/01/01 – 08/31/01	175,000.00	16,124.84	175,000.00	16,124.84	--	--
11/21/01	09/01/01 – 09/30/01	175,000.00	11,846.09	175,000.00	11,846.09	--	--
11/30/01	10/01/01 – 10/31/01	175,000.00	5,042.39	175,000.00	5,042.39	--	--
01/31/02	11/01/01 – 11/30/01	175,000.00	7,477.10	175,000.00	7,477.10	--	--
01/31/02	12/01/01 – 12/31/01	175,000.00	2,133.92	175,000.00	2,133.92	--	--
03/15/02	01/01/02 – 01/31/02	175,000.00	5,140.26	175,000.00	5,140.26	--	--
04/05/02	02/01/02 – 02/28/02	175,000.00	1,719.69	175,000.00	1,719.69	--	--
05/02/02	03/01/02 – 03/31/02	175,000.00	631.92	175,000.00	631.92	--	--
07/25/02	04/01/02 – 04/30/02	175,000.00	2,736.03	175,000.00	2,736.03	--	--
08/15/02	05/01/02 – 05/31/02	175,000.00	516.61	175,000.00	516.61	--	--
08/15/02	06/01/02 – 06/30/02	175,000.00	733.20	175,000.00	733.20	--	--
11/13/02	07/01/02 – 07/31/02	175,000.00	2,603.74	175,000.00	2,603.74	--	--
11/13/02	08/01/02 – 08/31/02	175,000.00	3,547.21	175,000.00	3,547.21	--	--
11/13/02	09/01/02 – 09/30/02	175,000.00	1,611.87	175,000.00	1,611.87	--	--
02/14/03	10/01/02 – 10/31/02	175,000.00	1,848.24	175,000.00	1,848.24	--	--
02/14/03	11/01/02 – 11/30/02	175,000.00	2,109.76	175,000.00	2,109.76	--	--
02/14/03	12/01/02 – 12/31/02	175,000.00	1,570.49	175,000.00	1,570.49	--	--
03/25/04	01/01/03 – 12/31/03	525,000.00	10,063.83	525,000.00	10,063.83	--	--
08/17/04	01/01/04 – 06/30/04	525,000.00	2,833.02	525,000.00	2,833.02	--	--
11/15/04	07/01/04 – 09/30/04	525,000.00	22,158.70	525,000.00	22,158.70	--	--
11/24/04	10/01/04 – 10/31/04	175,000.00	3,635.27	175,000.00	3,635.27	--	--
01/24/05	11/01/04 – 11/30/04	175,000.00	4,369.47	175,000.00	4,369.47	--	--
01/24/05	12/01/04 – 12/31/04	175,000.00	1,129.94	175,000.00	1,129.94	--	--
03/07/05	01/01/05 – 01/31/05	175,000.00	2,347.64	175,000.00	2,347.64	--	--
05/19/05	02/01/05 – 02/28/05	175,000.00	742.42	175,000.00	742.42	--	--
05/19/05	03/01/05 – 03/31/05	175,000.00	1,106.33	175,000.00	1,106.33	--	--
08/26/05	04/01/05 – 04/30/05	100,000.00	3,082.08	100,000.00	3,082.08	--	--
08/26/05	05/01/05 – 05/31/05	50,000.00	1,709.38	50,000.00	1,709.38	--	--
08/26/05	06/01/05 – 06/30/05	50,000.00	2,917.10	50,000.00	2,917.10	--	--
05/10/06	07/01/05 – 07/31/05	75,000.00	2,289.24	75,000.00	2,289.24	--	--
05/10/06	08/01/05 – 08/31/05	50,000.00	2,304.36	50,000.00	2,304.36	--	--
05/10/06	09/01/05 – 09/30/05	25,000.00	679.00	25,000.00	679.00	--	--
06/21/06	10/01/05 – 10/31/05	100,000.00	786.97	100,000.00	786.97	--	--
06/21/06	11/01/05 – 11/30/05	100,000.00	1,854.08	100,000.00	1,854.08	--	--
06/21/06	12/01/05 – 12/31/05	100,000.00	488.35	100,000.00	488.35	--	--
07/25/06	01/01/06 – 01/31/06	50,000.00	1,369.41	50,000.00	1,369.41	--	--
07/25/06	02/01/06 – 02/28/06	100,000.00	560.94	100,000.00	560.94	--	--
07/25/06	03/01/06 – 03/31/06	100,000.00	1,273.41	100,000.00	1,273.41	--	--
09/21/06	04/01/06 – 04/30/06	75,000.00	208.81	75,000.00	208.81	--	--
09/21/06	05/01/06 – 05/31/06	100,000.00	1,660.26	100,000.00	1,660.26	--	--
09/21/06	06/01/06 – 06/30/06	125,000.00	2,155.45	125,000.00	2,155.45	--	--
10/18/06	07/01/06 – 07/31/06	125,000.00	4,794.17	125,000.00	4,794.17	--	--
11/30/06	08/01/06 – 08/31/06	75,000.00	1,665.99	75,000.00	1,665.99	--	--
11/30/06	09/01/06 – 09/30/06	75,000.00	995.60	75,000.00	995.60	--	--
02/28/07	10/01/06 – 10/31/06	100,000.00	704.00	100,000.00	704.00	--	--
02/28/07	11/01/06 – 11/30/06	175,000.00	1,104.42	175,000.00	1,104.42	--	--
02/28/07	12/01/06 – 12/31/06	150,000.00	1,509.61	150,000.00	1,509.61	--	--

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
04/10/07	01/01/07 – 01/31/07	100,000.00	5,412.84	100,000.00	5,412.84	--	--
06/29/07	02/28/07 – 02/28/07	100,000.00	1,260.82	100,000.00	1,260.82	--	--
06/29/07	03/01/07 – 03/31/07	100,000.00	535.30	100,000.00	535.30	--	--
09/20/07	04/01/07 – 04/30/07	100,000.00	3,145.97	100,000.00	3,145.97	--	--
09/20/07	05/01/07 – 05/31/07	125,000.00	148.40	125,000.00	148.40	--	--
09/20/07	06/01/07 – 06/30/07	125,000.00	584.53	125,000.00	584.53	--	--
11/19/07	07/01/07 – 07/31/07	125,000.00	786.94	125,000.00	786.94	--	--
11/19/07	08/01/07 – 08/31/07	--	997.55	--	997.55	--	--
11/19/07	09/01/07 – 09/30/07	75,000.00	585.59	75,000.00	585.59	--	--
03/13/08	10/01/07 – 10/31/07	100,000.00	1,518.85	100,000.00	1,518.85	--	--
03/13/08	11/01/07 – 11/30/07	75,000.00	241.73	75,000.00	241.73	--	--
03/13/08	12/01/07 – 12/31/07	50,000.00	270.44	50,000.00	270.44	--	--
05/22/08	01/01/08 – 01/31/08	100,000.00	2,618.39	100,000.00	2,618.39	--	--
05/22/08	02/01/08 – 02/29/08	150,000.00	377.34	150,000.00	377.34	--	--
05/22/08	03/01/08 – 03/31/08	75,000.00	1,468.54	75,000.00	1,468.54	--	--
10/16/08	04/01/08 – 04/30/08	150,000.00	370.04	150,000.00	370.04	--	--
10/16/08	05/01/08 – 05/31/08	125,000.00	868.61	125,000.00	868.61	--	--
10/16/08	06/01/08 – 06/30/08	175,000.00	7,178.80	175,000.00	7,178.80	--	--
01/09/09	07/01/08 – 07/31/08	175,000.00	1,507.33	175,000.00	1,507.33	--	--
01/09/09	08/01/08 – 08/31/08	175,000.00	3,482.81	175,000.00	3,482.81	--	--
01/09/09	09/01/08 – 09/30/08	175,000.00	7,491.74	175,000.00	7,491.74	--	--
01/09/09	10/01/08 – 10/31/08	150,000.00	3,166.54	120,000.00	3,166.54	--	--
04/20/09	11/01/08 – 11/30/08	75,000.00	3,762.45	75,000.00	3,762.45	--	--
04/20/09	12/01/08 – 12/31/08	75,000.00	4,251.05	75,000.00	4,251.05	--	--
07/06/09	01/01/09 – 01/31/09	75,000.00	407.84	75,000.00	407.84	--	--
07/06/09	02/01/09 – 02/28/09	175,000.00	840.67	175,000.00	840.67	--	--
07/06/09	03/01/09 – 03/31/09	150,000.00	1,515.13	120,000.00	1,515.13	30,000.00	--
09/03/09	04/01/09 – 04/30/09	150,000.00	1,757.02	120,000.00	1,757.02	30,000.00	--
09/03/09	05/01/09 – 05/31/09	175,000.00	4,503.06	140,000.00	1,515.13	35,000.00	--
09/03/09	06/01/09 – 06/30/09	175,000.00	4,246.49	140,000.00	4,246.49	35,000.00	--
N/A	07/01/09 – 07/31/09	175,000.00	10,766.12	--	--	--	--
N/A	08/01/09 – 08/31/09	175,000.00	2,367.44	--	--	--	--

Blackstone Advisory Partners L.P.

December 12, 2009

Mr. Fred Festa
 Chairman, President and Chief Executive Officer
 W.R. Grace & Co.
 7500 Grace Drive
 Columbia, Maryland 21044

Monthly advisory fee for the period of August 1, 2009 through August 31, 2009: \$ 175,000.00

Less: 20% holdback pursuant to the Court's Administrative Order (35,000.00)

Out-of-pocket expenses processed for the period through August 31, 2009:⁽¹⁾

Ground Transportation	\$ 285.41	
Communications	31.26	
Meals	858.70	
Lodging	1,127.97	
Document Production	64.10	2,367.44
Total Amount Due		\$ 142,367.44

Please wire transfer funds to:

JP Morgan Chase
 One Chase Manhattan Plaza
 New York, NY 10017
 ABA# 021 000 021
 Credit Account: Blackstone Advisory Partners L.P.
 Account Receivable Dept. 16th Floor
 Account # 066-287472

Invoice Number: 38620

¹ Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

Blackstone Advisory Partners L.P.
 345 Park Avenue
 New York, NY 10154
 212 583-5000

W.R. Grace & Co.
Summary of Expenses
Through August 31, 2009
Invoice No. 38620

	GL Detail Sep-09	Total Expenses
Ground Transportation - Car Service - Elite	\$ 242.65	\$ 242.65
Ground Transportation - Local Travel	42.76	42.76
Communications - Federal Express	31.26	31.26
Meals with Clients	574.47	574.47
Employee Meals	284.23	284.23
Lodging	1,127.97	1,127.97
Document Production	64.10	64.10
Total Expenses	\$ 2,367.44	\$ 2,367.44
Ground Transportation		285.41
Communications		31.26
Meals		858.70
Lodging		1,127.97
Document Production		64.10
Total Expenses		\$ 2,367.44

W.R. Grace & Co.
Detail of Expenses Processed
Through August 31, 2009
Invoice No. 38620

Ground Transportation - Car Service - Elite

Bonanno (car to JFK Airport in Queens, NY from home)	08/09/09	84.48	
O'Connell (car home from Blackstone after working late)	08/17/09	87.31	
Otero for Zilly (car to JFK Airport in Queens, NY from Blackstone)	07/20/09	70.86	
Subtotal - Ground Transportation - Car Service - Elite			\$ 242.65

Ground Transportation - Local Travel

Bonanno (weeknight taxi home from Blackstone after working late)	07/22/09	11.28	
Bonanno (weeknight taxi home from Blackstone after working late)	07/23/09	11.16	
Bonanno (weeknight taxi home from Blackstone after working late)	07/24/09	10.12	
Bonanno (weeknight taxi home from Blackstone after working late)	07/30/09	10.20	
Subtotal - Ground Transportation - Local Travel			42.76

Communications - Federal Express

Lysle for Bonanno	07/24/09	7.83	
Otero for Zilly	07/20/09	23.43	
Subtotal - Communications - Federal Express			31.26

Meals with Clients

Bonanno (catered breakfast meal for 10 people during client meeting held @ Blackstone)	07/21/09	163.02	
Bonanno (catered lunch meal for 9 people during client meeting held @ Blackstone)	07/20/09	288.86	
Bonanno (working dinner meal with Agresti & Pate of W.R. Grace in Frankfurt, Germany)	08/11/09	122.59	
Subtotal - Meals with Clients			574.47

Employee Meals

Bonanno (weeknight working dinner meal @ Blackstone while working late)	04/15/09	25.00	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/07/09	25.00	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/14/09	25.00	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/20/09	25.00	
Bonanno (working lunch meal @ Blackstone)	07/21/09	8.04	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/22/09	25.00	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/24/09	25.00	
Bonanno (weeknight working dinner meal @ Blackstone while working late)	07/28/09	21.57	
Bonanno (working breakfast meal while Frankfurt, Germany)	08/10/09	5.44	
Bonanno (working lunch meal while Frankfurt, Germany)	08/10/09	13.45	
Bonanno (working breakfast meal while Frankfurt, Germany)	08/11/09	10.73	
Bonanno (working dinner meal while in Frankfurt, Germany)	08/12/09	15.32	
O'Connell (2 working dinner meals for M. Sperling & J. O'Connell @ Blackstone while working late)	08/03/09	34.68	
O'Connell (weeknight working dinner meal @ Blackstone while working late)	08/12/09	25.00	
Subtotal - Employee Meals			284.23

Lodging

Zilly (4 day hotel stay in Pittsburgh, PA)	06/21/09 - 06/25/09	1,127.97	
Subtotal - Lodging			1,127.97

Document Production

O'Connell (45 black & white photocopies calculated @ a rate of \$0.10 per page)	08/09/09	4.50	
Sperling (396 black & white photocopies calculated @ a rate of \$0.10 per page)	08/11/09	39.60	
Zilly (100 black & white photocopies calculated @ a rate of \$0.10 per page)	08/13/09	10.00	
Zilly (100 black & white photocopies calculated @ a rate of \$0.10 per page)	08/18/09	10.00	
Subtotal - Document Production			64.10

Total Expenses \$ 2,367.44

**BLACKSTONE ADVISORY PARTNERS L.P.
SUMMARY OF HOURS FOR THE PERIOD OF
AUGUST 1, 2009 THROUGH AUGUST 31, 2009**

Professional	Title	Hours
Pamela Zilly	Senior Managing Director	125.9
Jamie O'Connell	Vice President	61.4
Matthew Bonnano	Associate	65.1
Michael Sperling	Analyst	46.8
	Total	<u>299.2</u>

**BLACKSTONE ADVISORY PARTNERS L.P.
HOURLY DETAILS FOR THE PERIOD OF
AUGUST 1, 2009 THROUGH AUGUST 31, 2009**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	08/06/09	0.2	Business Analysis	Correspondence with J. Petru regarding new business development
Jamie O'Connell	08/11/09	0.3	Business Analysis	Call with J. Petru regarding new business development
Jamie O'Connell	08/12/09	0.2	Business Analysis	Correspondence with J. Petru regarding new business development
Jamie O'Connell	08/25/09	0.2	Business Analysis	Correspondence to J. Petru regarding new business development
Jamie O'Connell	08/26/09	0.3	Business Analysis	Review of ART presentation and related correspondence
Jamie O'Connell	08/31/09	0.1	Business Analysis	Call with P. Hanlon regarding new business development
		<u>1.3</u>		

BLACKSTONE ADVISORY PARTNERS L.P.
HOURLY DETAILS FOR THE PERIOD OF
AUGUST 1, 2009 THROUGH AUGUST 31, 2009

Professional	Date	Hours	Category	Explanation
Pamela Zilly	08/04/09	0.5	Committee	Call with B. Frezza re: same
Jamie O'Connell	08/14/09	0.4	Committee	Conference call with financial advisors regarding new business development
Matt Bonanno	08/20/09	0.3	Committee	Manage committee information requests
Matt Bonanno	08/24/09	0.4	Committee	Manage committee information requests
Jamie O'Connell	08/26/09	0.3	Committee	Correspondence to committee advisor regarding new business development
		<u>1.9</u>		

BLACKSTONE ADVISORY PARTNERS L.P.
 HOURLY DETAILS FOR THE PERIOD OF
 AUGUST 1, 2009 THROUGH AUGUST 31, 2009

Professional	Date	Hours	Category	Explanation
Michael Sperling	08/14/09	2.5	Corporate Finance	Cost of equity analysis for H. La Force
Michael Sperling	08/15/09	2.8	Corporate Finance	Cost of equity analysis for H. La Force
Michael Sperling	08/19/09	1.4	Corporate Finance	Debt / total cap analysis for H. La Force
		<u>6.7</u>		

**BLACKSTONE ADVISORY PARTNERS L.P.
HOURLY DETAILS FOR THE PERIOD OF
AUGUST 1, 2009 THROUGH AUGUST 31, 2009**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	08/02/09	1.3	Financing	Exit financing analysis
Matt Bonanno	08/02/09	1.1	Financing	Exit financing analysis
Michael Sperling	08/02/09	1.5	Financing	Fee summary for exit financing
Pamela Zilly	08/02/09	2.0	Financing	Review potential exit lender draft term sheets, other correspondence re same
Jamie O'Connell	08/03/09	4.3	Financing	Meetings, calls and analysis related to exit financing
Matt Bonanno	08/03/09	4.3	Financing	Meetings, calls and analysis related to exit financing
Michael Sperling	08/03/09	4.3	Financing	Meetings, calls and analysis related to exit financing
Michael Sperling	08/03/09	1.2	Financing	Summary of flex analysis for exit financing
Michael Sperling	08/03/09	1.7	Financing	Covenant analysis for exit financing
Pamela Zilly	08/03/09	1.0	Financing	Review summaries of terms sheets
Pamela Zilly	08/03/09	0.4	Financing	Call with T. Freedman, E. Filon re: exit financing
Pamela Zilly	08/03/09	0.7	Financing	Call with E. Filon, internal team re: exit financing
Pamela Zilly	08/03/09	2.0	Financing	Call with H. La Force, E. Filon, A. Gregory re: term sheets
Pamela Zilly	08/03/09	3.0	Financing	Review summaries of terms sheets, terms sheets
Jamie O'Connell	08/04/09	0.8	Financing	Review draft exit financing term sheet
Jamie O'Connell	08/04/09	0.4	Financing	Analysis of interest on pre-petition bank debt claims
Jamie O'Connell	08/04/09	3.6	Financing	Meetings, calls and analysis related to exit financing
Matt Bonanno	08/04/09	1.2	Financing	Call with prospective exit financing lender to review commitment papers
Michael Sperling	08/04/09	0.6	Financing	Update fee summary
Michael Sperling	08/04/09	0.7	Financing	Revise / update covenant analysis for exit financing
Pamela Zilly	08/04/09	0.5	Financing	Call with potential exit lender
Pamela Zilly	08/04/09	1.0	Financing	Call with E. Filon, A. Gregory re: terms sheets
Jamie O'Connell	08/05/09	4.8	Financing	Conference calls related to exit financing
Jamie O'Connell	08/05/09	1.3	Financing	Meeting to review and comment on draft commitment papers
Matt Bonanno	08/05/09	2.8	Financing	Conference calls related to exit financing
Matt Bonanno	08/05/09	1.3	Financing	Meeting to review and comment on draft commitment papers
Matt Bonanno	08/05/09	1.2	Financing	Financial analysis related to exit financing
Pamela Zilly	08/05/09	1.0	Financing	Call with E. Filon
Pamela Zilly	08/05/09	0.7	Financing	Review analyses of terms sheets provisions
Pamela Zilly	08/05/09	1.0	Financing	Call with H. La Force, E. Filon, A. Gregory re: term sheets
Pamela Zilly	08/05/09	1.0	Financing	Call with potential exit lender
Pamela Zilly	08/05/09	2.0	Financing	Call with H. La Force, E. Filon, A. Gregory re: term sheets
Pamela Zilly	08/05/09	1.0	Financing	Various calls with E. Filon
Pamela Zilly	08/05/09	1.0	Financing	Call on potential lender due diligence items
Pamela Zilly	08/05/09	1.3	Financing	Meeting with J. O'Connell, M. Bonanno re: comments to terms sheets
Pamela Zilly	08/05/09	1.5	Financing	Review term sheet comments
Jamie O'Connell	08/06/09	0.4	Financing	Internal status update meeting
Jamie O'Connell	08/06/09	0.3	Financing	Call with prospective exit financing lender
Matt Bonanno	08/06/09	0.5	Financing	Financial analysis related to exit financing
Matt Bonanno	08/06/09	0.4	Financing	Internal status update meeting
Matt Bonanno	08/06/09	0.3	Financing	Call with prospective exit financing lender
Matt Bonanno	08/06/09	1.2	Financing	Review draft commitment papers
Michael Sperling	08/06/09	0.4	Financing	Internal status update meeting
Pamela Zilly	08/06/09	1.2	Financing	Calls to potential exit lenders
Pamela Zilly	08/06/09	1.0	Financing	Review marked documents
Pamela Zilly	08/06/09	0.4	Financing	Call with M. Bonanno, J. O'Connell
Pamela Zilly	08/06/09	0.2	Financing	Review pricing analysis

**BLACKSTONE ADVISORY PARTNERS L.P.
HOURLY DETAILS FOR THE PERIOD OF
AUGUST 1, 2009 THROUGH AUGUST 31, 2009**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	08/07/09	0.5	Financing	Review covenant proposal for draft exit financing term sheet
Jamie O'Connell	08/07/09	0.3	Financing	Review draft commitment letter
Matt Bonanno	08/07/09	0.5	Financing	Review covenant proposal for draft exit financing term sheet
Matt Bonanno	08/07/09	0.6	Financing	Call with Hudson La Force
Matt Bonanno	08/07/09	1.2	Financing	Legal due diligence call
Matt Bonanno	08/07/09	0.4	Financing	Review draft commitment papers
Michael Sperling	08/07/09	0.5	Financing	Review covenant proposal for draft exit financing term sheet
Pamela Zilly	08/07/09	1.0	Financing	Review marked documents
Pamela Zilly	08/07/09	0.5	Financing	Correspondence with E. Filon re. document issues
Pamela Zilly	08/07/09	0.5	Financing	Review further documents
Michael Sperling	08/08/09	1.2	Financing	Revise / update covenant analysis for exit financing
Pamela Zilly	08/08/09	0.4	Financing	Call with potential exit lender
Pamela Zilly	08/08/09	1.5	Financing	Review exit lender marked documents
Jamie O'Connell	08/09/09	0.5	Financing	Exit financing analysis
Matt Bonanno	08/09/09	8.0	Financing	Travel to Grace Davison facility in Worms Germany
Michael Sperling	08/09/09	0.5	Financing	Revise / update covenant analysis for exit financing
Jamie O'Connell	08/10/09	0.3	Financing	Exit financing analysis
Jamie O'Connell	08/10/09	1.5	Financing	Meeting with prospective exit financing lender, management and counsel
Jamie O'Connell	08/10/09	0.3	Financing	Meeting with management and counsel
Matt Bonanno	08/10/09	4.3	Financing	Management meetings in Worms Germany
Michael Sperling	08/10/09	1.4	Financing	Review model changes with M. Brown
Pamela Zilly	08/10/09	1.5	Financing	Meeting with management, counsel, potential exit lender and counsel
Pamela Zilly	08/10/09	2.0	Financing	Meeting with E. Filon, A. Gregory re. meeting
Pamela Zilly	08/10/09	1.0	Financing	Call with H. La Force, E. Filon, A. Gregory re. meeting
Jamie O'Connell	08/11/09	0.2	Financing	Call with M. Brown regarding exit financing
Jamie O'Connell	08/11/09	0.4	Financing	Call with management regarding exit financing
Jamie O'Connell	08/11/09	1.0	Financing	Call with prospective exit financing lender and management
Jamie O'Connell	08/11/09	0.5	Financing	Status meeting with internal team
Matt Bonanno	08/11/09	7.5	Financing	Management/lender diligence meetings in Worms Germany
Michael Sperling	08/11/09	0.8	Financing	Review Ashland covenants for E. Filon
Michael Sperling	08/11/09	0.5	Financing	Status meeting with internal team
Pamela Zilly	08/11/09	0.5	Financing	Correspondence with E. Filon re. document issues
Pamela Zilly	08/11/09	0.4	Financing	Correspondence with potential exit lender re terms
Pamela Zilly	08/11/09	1.0	Financing	Call with potential exit lender
Pamela Zilly	08/11/09	0.5	Financing	Internal team meeting
Jamie O'Connell	08/12/09	0.3	Financing	Status meeting with P. Zilly
Jamie O'Connell	08/12/09	2.7	Financing	Call with management and counsel regarding exit financing
Jamie O'Connell	08/12/09	0.3	Financing	Correspondence with committee advisors regarding new business development
Matt Bonanno	08/12/09	8.0	Financing	Travel from Grace Davison facility in Worms Germany
Michael Sperling	08/12/09	2.2	Financing	Revise / update covenant analysis and EBITDA definition for exit financing
Michael Sperling	08/12/09	1.6	Financing	Update exit financing structure summary
Michael Sperling	08/12/09	1.8	Financing	Revise / update covenant analysis and EBITDA definition for exit financing
Pamela Zilly	08/12/09	0.3	Financing	Meeting with J. O'Connell
Pamela Zilly	08/12/09	2.7	Financing	Call with management, counsel re. exit financing documents
Pamela Zilly	08/12/09	1.0	Financing	Review marked exit financing documents
Pamela Zilly	08/12/09	0.2	Financing	Call with E. Leibenstein
Jamie O'Connell	08/13/09	0.3	Financing	Status meeting with P. Zilly

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HOURLY DETAILS FOR THE PERIOD OF
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Professional	Date	Hours	Category	Explanation
Jamie O'Connell	08/13/09	0.5	Financing	Exit financing analysis
Jamie O'Connell	08/13/09	1.1	Financing	Call with management regarding exit financing
Michael Sperling	08/13/09	0.9	Financing	Fee summary for GS alternative structure
Michael Sperling	08/13/09	1.5	Financing	Flex provision analysis for E. Filon
Pamela Zilly	08/13/09	0.3	Financing	Meeting with J. O'Connell
Pamela Zilly	08/13/09	1.1	Financing	Call with E. Filon re: exit financing
Pamela Zilly	08/13/09	0.5	Financing	Review key points memo
Pamela Zilly	08/13/09	0.5	Financing	Review covenant and pricing analyses
Pamela Zilly	08/13/09	1.0	Financing	Review fee summary
Jamie O'Connell	08/14/09	0.9	Financing	Exit financing analysis
Jamie O'Connell	08/14/09	4.8	Financing	Exit financing analyses and calls
Matt Bonanno	08/14/09	2.9	Financing	Exit financing analyses and calls
Michael Sperling	08/14/09	3.5	Financing	Updated fee analysis for exit financing
Michael Sperling	08/14/09	5.9	Financing	Exit financing analyses and calls
Pamela Zilly	08/14/09	1.0	Financing	Call with E. Filon, J. O'Connell re: terms sheets
Pamela Zilly	08/14/09	1.5	Financing	Call with E. Filon, H. La Force re: term sheets
Pamela Zilly	08/14/09	0.7	Financing	Call with E. Filon
Jamie O'Connell	08/15/09	0.9	Financing	Exit financing analysis and other financial analysis
Pamela Zilly	08/15/09	1.0	Financing	Call with E. Filon, A. Gregory
Pamela Zilly	08/15/09	0.5	Financing	Review document comments list
Jamie O'Connell	08/16/09	2.3	Financing	Exit financing analysis
Matt Bonanno	08/16/09	0.8	Financing	Financial analysis related to exit financing
Jamie O'Connell	08/17/09	0.8	Financing	Meetings with internal team regarding exit financing analysis
Jamie O'Connell	08/17/09	0.9	Financing	Call with management, counsel and prospective exit financing lender (did not attend entire call)
Jamie O'Connell	08/17/09	1.5	Financing	Call with management and counsel regarding exit financing
Jamie O'Connell	08/17/09	1.4	Financing	Exit financing analysis
Matt Bonanno	08/17/09	1.4	Financing	Call with management, counsel and prospective exit financing lender
Matt Bonanno	08/17/09	0.8	Financing	Meetings with internal team regarding exit financing analysis
Matt Bonanno	08/17/09	0.6	Financing	Financial analysis related to exit financing
Michael Sperling	08/17/09	0.8	Financing	Meetings with internal team regarding exit financing analysis
Pamela Zilly	08/17/09	1.0	Financing	Call with E. Filon, potential exit lender, counsel
Pamela Zilly	08/17/09	0.5	Financing	Prepare MAC thoughts
Pamela Zilly	08/17/09	0.8	Financing	Meetings with internal team re: exit financing
Pamela Zilly	08/17/09	0.6	Financing	Review fee calculations
Jamie O'Connell	08/18/09	0.8	Financing	Call with management and prospective exit financing lender
Jamie O'Connell	08/18/09	0.3	Financing	Internal status update meeting
Matt Bonanno	08/18/09	0.3	Financing	Internal status update meeting
Matt Bonanno	08/18/09	0.8	Financing	Call with management and prospective exit financing lender
Matt Bonanno	08/18/09	1.2	Financing	Financial analysis related to exit financing
Michael Sperling	08/18/09	2.0	Financing	Debt parameter analysis
Pamela Zilly	08/18/09	0.5	Financing	Call with E. Filon
Pamela Zilly	08/18/09	1.0	Financing	Review marked documents
Pamela Zilly	08/18/09	0.5	Financing	Comment on exit lender business issue list
Pamela Zilly	08/18/09	0.3	Financing	Meeting with internal team re: exit financing
Jamie O'Connell	08/19/09	1.0	Financing	Calls with management and counsel regarding exit financing
Jamie O'Connell	08/19/09	0.5	Financing	Call with management, counsel and prospective exit financing lender (did not attend entire call)
Jamie O'Connell	08/19/09	2.6	Financing	Follow-up call with management and counsel regarding exit financing

**BLACKSTONE ADVISORY PARTNERS L.P.
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Professional	Date	Hours	Category	Explanation
Jamie O'Connell	08/19/09	0.3	Financing	Internal status update meeting
Matt Bonanno	08/19/09	2.6	Financing	Follow-up call with management and counsel regarding exit financing
Matt Bonanno	08/19/09	0.3	Financing	Internal status update meeting
Matt Bonanno	08/19/09	1.2	Financing	Financial analysis related to exit financing
Pamela Zilly	08/19/09	1.0	Financing	Call with management, counsel re: exit lender documents
Jamie O'Connell	08/20/09	0.5	Financing	Financial analysis
Jamie O'Connell	08/20/09	0.4	Financing	Calls regarding exit financing
Matt Bonanno	08/20/09	0.5	Financing	Financial analysis related to exit financing
Michael Sperling	08/20/09	0.4	Financing	Rockwood analysis
Jamie O'Connell	08/21/09	0.4	Financing	Financial analysis
Jamie O'Connell	08/24/09	0.4	Financing	Call with management and prospective exit financing lender
Matt Bonanno	08/24/09	0.4	Financing	Call with management and prospective exit financing lender
Matt Bonanno	08/24/09	1.5	Financing	Call with management and prospective exit financing institutions re: status update
Pamela Zilly	08/24/09	0.3	Financing	Call with H. La Force
Pamela Zilly	08/24/09	0.5	Financing	Call with E. Filon
Pamela Zilly	08/24/09	2.0	Financing	Calls with potential exit lenders
Pamela Zilly	08/24/09	0.5	Financing	Calls with E. Filon
Jamie O'Connell	08/25/09	1.4	Financing	Call with management and prospective exit financing lender
Matt Bonanno	08/25/09	1.3	Financing	Financial analysis
Matt Bonanno	08/25/09	1.4	Financing	Call with management and prospective exit financing lender
Pamela Zilly	08/25/09	1.5	Financing	Call with potential exit lender, management re: rating agency
Matt Bonanno	08/26/09	0.7	Financing	Financial analysis
Jamie O'Connell	08/27/09	0.3	Financing	Correspondence and call regarding exit financing analysis
Jamie O'Connell	08/28/09	0.1	Financing	Call with E. Filon
Jamie O'Connell	08/28/09	2.1	Financing	Financial analysis
Matt Bonanno	08/28/09	0.1	Financing	Call with E. Filon
Michael Sperling	08/31/09	1.7	Financing	Lead Bank analysis for exit financing
		<u>211.7</u>		

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HOURLY DETAILS FOR THE PERIOD OF
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Professional	Date	Hours	Category	Explanation
Michael Sperling	08/03/09	0.8	Plan and Disclosure Statement	Analysis of interest on pre-petition bank debt claims
Jamie O'Connell	08/04/09	0.7	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Michael Sperling	08/04/09	0.3	Plan and Disclosure Statement	Revise analysis of interest on pre-petition bank debt claims
Pamela Zilly	08/04/09	0.7	Plan and Disclosure Statement	Call with management, counsel re: pleadings and confirmation hearing
Pamela Zilly	08/04/09	1.0	Plan and Disclosure Statement	Review interest rate calculations
Jamie O'Connell	08/05/09	0.5	Plan and Disclosure Statement	Analysis of interest on pre-petition bank debt claims
Pamela Zilly	08/05/09	2.0	Plan and Disclosure Statement	Review and provide comments re: Best Interests - Plan Proponents Brief
Pamela Zilly	08/05/09	0.2	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/05/09	0.3	Plan and Disclosure Statement	Call with D. Boll re: comments to Plan Proponents Brief
Jamie O'Connell	08/06/09	0.2	Plan and Disclosure Statement	Analysis of interest on pre-petition bank debt claims
Pamela Zilly	08/06/09	2.0	Plan and Disclosure Statement	Prepare draft of Frezza Rebuttal Report
Pamela Zilly	08/06/09	0.3	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/06/09	1.0	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/07/09	0.7	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/08/09	2.5	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/09/09	2.0	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/10/09	1.0	Plan and Disclosure Statement	Meeting with E. Leibenstein
Pamela Zilly	08/10/09	2.0	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/11/09	3.0	Plan and Disclosure Statement	Meeting with counsel
Pamela Zilly	08/11/09	1.5	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/11/09	1.0	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/11/09	3.0	Plan and Disclosure Statement	Read pleadings
Jamie O'Connell	08/12/09	0.9	Plan and Disclosure Statement	Analysis of confirmation issue
Michael Sperling	08/12/09	1.1	Plan and Disclosure Statement	Interest rate data for K&E
Pamela Zilly	08/12/09	2.0	Plan and Disclosure Statement	Draft Frezza Rebuttal Report
Pamela Zilly	08/13/09	1.0	Plan and Disclosure Statement	Research for Frezza deposition
Pamela Zilly	08/13/09	0.2	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/13/09	1.5	Plan and Disclosure Statement	Research for Frezza deposition
Pamela Zilly	08/13/09	3.0	Plan and Disclosure Statement	Draft Frezza rebuttal
Pamela Zilly	08/17/09	3.0	Plan and Disclosure Statement	Prepare for deposition
Jamie O'Connell	08/18/09	0.7	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Pamela Zilly	08/18/09	0.7	Plan and Disclosure Statement	Call with management, counsel re: POR and confirmation hearing
Pamela Zilly	08/18/09	2.0	Plan and Disclosure Statement	Review backup materials for deposition
Pamela Zilly	08/18/09	4.0	Plan and Disclosure Statement	Prepare for deposition
Michael Sperling	08/19/09	0.3	Plan and Disclosure Statement	Internal status update meeting
Pamela Zilly	08/19/09	3.5	Plan and Disclosure Statement	Meeting with counsel
Pamela Zilly	08/19/09	2.5	Plan and Disclosure Statement	Prepare for deposition
Pamela Zilly	08/20/09	7.0	Plan and Disclosure Statement	Sit for deposition
Pamela Zilly	08/21/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/23/09	1.0	Plan and Disclosure Statement	Provide comments on draft feasibility brief
Jamie O'Connell	08/24/09	1.2	Plan and Disclosure Statement	Analysis of feasibility point and call with management
Pamela Zilly	08/24/09	1.0	Plan and Disclosure Statement	Call with counsel re: brief and pleadings
Pamela Zilly	08/24/09	0.3	Plan and Disclosure Statement	Call with E. Leibenstein
Jamie O'Connell	08/25/09	1.1	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Pamela Zilly	08/25/09	1.1	Plan and Disclosure Statement	Call with management, counsel re: confirmation hearing, pleadings
Jamie O'Connell	08/26/09	0.5	Plan and Disclosure Statement	Analysis of plan of reorganization issue and related correspondence
Jamie O'Connell	08/26/09	0.5	Plan and Disclosure Statement	Financial analysis related to pre-petition bank debt claims

**BLACKSTONE ADVISORY PARTNERS L.P.
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Professional	Date	Hours	Category	Explanation
Matt Bonanno	08/26/09	0.5	Plan and Disclosure Statement	Financial analysis related to pre-petition bank debt claims
Pamela Zilly	08/27/09	0.4	Plan and Disclosure Statement	Call with E. Leibenstein
Pamela Zilly	08/27/09	3.0	Plan and Disclosure Statement	Draft best interest report
Jamie O'Connell	08/28/09	0.3	Plan and Disclosure Statement	Call with P. Zilly regarding expert report
Pamela Zilly	08/28/09	0.3	Plan and Disclosure Statement	Call with J. O'Connell
Pamela Zilly	08/30/09	2.0	Plan and Disclosure Statement	Draft best interest report
Jamie O'Connell	08/31/09	0.3	Plan and Disclosure Statement	Status meeting with P. Zilly and M. Bonanno
Matt Bonanno	08/31/09	0.3	Plan and Disclosure Statement	Status meeting with P. Zilly and J. O'Connell
Pamela Zilly	08/31/09	3.0	Plan and Disclosure Statement	Finalize best interest report
Pamela Zilly	08/31/09	0.3	Plan and Disclosure Statement	Meeting with J. O'Connell, M. Bonanno
		<u>77.6</u>		